

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2005
(In Thousands)

	BUSINESS-TYPE ACTIVITIES -- ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES -- INTERNAL SERVICE FUNDS
	MAJOR			TOTALS	
	STATE LOTTERY FUND	MICHIGAN UNEMPLOYMENT COMPENSATION FUNDS	NON-MAJOR		
OPERATING REVENUES					
Operating revenues	\$ 2,082,229	\$ 1,646,311	\$ 693,516	\$ 4,422,056	\$ 1,536,815
Total Operating Revenues	2,082,229	1,646,311	693,516	4,422,056	1,536,815
OPERATING EXPENSES					
Salaries, wages, and other administrative	252,778	-	56,632	309,410	499,307
Interest expense	-	-	-	-	2
Depreciation	137	-	15	152	43,185
Purchases for resale	-	-	503,364	503,364	63,749
Purchases for prison industries	-	-	-	-	15,060
Lottery prize awards	1,154,105	-	-	1,154,105	-
Premiums and claims	-	-	134	134	923,443
Unemployment benefits	-	1,834,509	-	1,834,509	-
Other operating expenses	-	57,977	1,087	59,064	49,953
Total Operating Expenses	1,407,019	1,892,486	561,233	3,860,737	1,594,698
Operating Income (Loss)	675,210	(246,174)	132,283	561,319	(57,884)
NONOPERATING REVENUES (EXPENSES)					
Specific tax on spirits	-	-	12,194	12,194	-
Interest revenue	2,541	-	2,618	5,159	-
Investment revenue (expense) - net	18,167	33,440	165	51,773	-
Other nonoperating revenues	-	-	51	51	220
Amortization of prize award obligation discount	(34,252)	-	-	(34,252)	-
Interest expense	(6,014)	-	-	(6,014)	(881)
Other nonoperating expense	-	-	-	-	(265)
Total Nonoperating Revenues (Expenses)	(19,558)	33,440	15,029	28,911	(925)
Income (Loss) Before Capital Contributions and Transfers	655,652	(212,734)	147,312	590,230	(58,809)
CAPITAL CONTRIBUTIONS AND TRANSFERS					
Capital contributions from other funds	-	-	-	-	35
Transfers To:					
School Aid Fund	(667,579)	-	-	(667,579)	-
Other funds	(12,719)	(32,646)	(146,315)	(191,681)	(1,261)
Total transfers to other funds	(680,298)	(32,646)	(146,315)	(859,260)	(1,261)
Total Capital Contributions and Transfers In (Out)	(680,298)	(32,646)	(146,315)	(859,260)	(1,226)
Change in net assets	(24,646)	(245,380)	996	(269,030)	(60,035)
Total net assets - Beginning of fiscal year	77,098	1,087,442	6,476	1,171,016	121,620
Total net assets - End of fiscal year	\$ 52,451	\$ 842,062	\$ 7,472	\$ 901,986	\$ 61,585

The accompanying notes are an integral part of the financial statements.